

BY FEDERAL EXPRESS

Ms. Courtney Avery
Illinois Department of Public Health
Health Facilities and Services Review Board
525 West Jefferson Street, 2nd Floor
Springfield, Illinois 62761

RECEIVED

FEB 22 2018

HEALTH FACILITIES &
SERVICES REVIEW BOARD

RE: Carle Foundation Hospital, Project # 16-045 and E-060-16 Annual Progress Report

Dear Ms. Avery:

Below is the annual progress report for Carle Foundation Hospital's CON permit for project 16-045, which was approved on January 24, 2017. Certificate of Exemption E-060-16 was also approved in conjunction with this project.

Current Status of the Project

The project is 10.2% complete. As for the elements of the project, please note the following:

- The steel erection is complete.
- The exterior walls are framed and the exterior sheeting is being installed.
- The concrete slabs are complete.
- Work has begun to layout interior walls.

The project is on target for completion by the approved completion date; however, project costs and square footage are expected to, within permissible alteration amounts and size, exceed the permit amounts. Accordingly, Carle plans to submit an alteration request in the near future after it has fully vetted the anticipated changes.

Project Commitment Date

Project commitment occurred when the construction contract was signed on August 28, 2017.

Costs Incurred to Date

The project has incurred costs in the amount of \$3,175,322 as of February 2, 2018. The Project Costs table below provides an itemized listing showing the Approved Permit Amount and the Cost Incurred to Date.

	Approved Permit Amount	Cost Incurred to Date
PROJECT COSTS		
Preplanning Costs	\$476,221	\$219,182
Site Survey and Soil Investigation	\$205,000	\$0
Site Preparation	\$2,550,000	\$156,982
Off Site Work	\$1,237,620	\$0
New Construction Contracts	\$16,095,000	\$1,518,198

Modernization Contracts	\$0	\$0
Contingencies	\$1,310,147	\$0
Architectural/Engineering Fees	\$1,331,262	\$1,070,255
Consulting and Other Fees	\$320,000	\$68,214
Movable or Other Equipment (not in construction contracts)	\$5,450,000	\$142,491
Bond Issuance Expense (project related)	\$524,190	\$0
Net Interest Expense During Construction (project related)	\$550,560	\$0
Fair Market Value of Leased Space or Equipment	\$0	\$0
Other Costs To be Capitalized	\$1,028,943	\$0
Acquisition of Building or Other Property (excluding land)	\$0	\$0
ESTIMATED TOTAL PROJECT COSTS	\$31,078,943	\$3,175,322

Method of Financing of the Project

The table below provides a listing of the sources of funding for the project through February 2, 2018.

PROJECT SOURCES OF FUNDS	Original Amount	Funds Expended to Date
Cash and Securities	\$10,010,000	\$1,308,441
Pledges	\$0	\$0
Gifts and Bequests	\$0	\$0
Bond Issues (project related)	\$20,790,000	\$1,866,881
Mortgages	\$0	\$0
Leases (fair market value)	\$0	\$0
Governmental Appropriations	\$0	\$0
Grants	\$0	\$0
Other Funds and Sources	\$278,943	\$0
TOTAL FUNDS	\$31,078,943	\$3,175,322

The Anticipated Completion Date

The project completion date of record is June 30, 2019. It is anticipated that the project will be completed within that required timeframe.

If you have any questions or concerns about this project, please feel free to contact me.

Sincerely,



Stephanie Beever
Executive Vice President and Chief Strategy Officer

Cc: Mr. Michael Constantino, Mr. Michael Mills, Ms. Kara Friedman